FORM MR-RC Revised June 10, 1996 RECLAMATION CONTRACT File-Number M/015/050

Effective Date Aug 28 1997

STATE OF UTAH DEPARTMENT OF NATURAL RESOURCES DIVISION of OIL, GAS and MINING

1594 West North Temple Suite 1210
Box 145801
Salt Lake City, Utah 84114-5801
(801) 538-5291
Fax: (801) 359-3940

DECEIVE AUG 1 2 1997 DIV. OF OIL, GAS & MINING

RECLAMATION CONTRACT

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For the purpose of this RECLAMATION CONTRACT the terms beloware defined as follows:

"NOTICE OF INTENTION" (NOI): (File No.)	M/015/050	
(Mineral Mined)	Gypsum	
"MINE LOCATION":		
(Name of Mine) (Description)	San Rafael - Eagle Canyon Quarry	
	T22S, R8E, Secs 24 & 25	
	T22S, R9E, Secs 19 & 30	
	Emery County, Utah	
"DISTURBED AREA": (Disturbed Acres)	34.5	
(Legal Description)	(refer to Attachment "A")	
(Legal Description)	West of the second seco	
"OPERATOR":		
(Company or Name)	Georgia Pacific Corporation	
(Address)	P.O. Box 30006	
	Las Vegas, NV 89036	
(Phone)	(702) 643-8100	
(1 110110)		

"OPERATOR'S REGISTERED AGENT":	*	
(Name)	Bob Shajary	
(Address)	Georgia-Pacific Corp.	
	P.O. Box 30006	
	N. Las Vegas, NV 89036	
(Phone)	702-643-8100	
"OPERATOR'S OFFICER(S)":	David R. Fleiner-Vice President Bob Shajary - Manufacturing Cente	
"SURETY":		
(Form of Surety - Attachment B)	Surety Bond - \$73,000 DOGM & BLM	
"SURETY COMPANY": (Name, Policy or Acct. No.)	Aetna Casualty & Surety Co. Bond # ***********************************	
"SURETY AMOUNT":	BOIId # (AND AND LOCAL)	
(Escalated Dollars)	\$73,000	
"ESCALATION YEAR":	2002	
"STATE": "DIVISION": "BOARD":	State of Utah Division of Oil, Gas and Mining Board of Oil, Gas and Mining	
ATTACHMENTS: A "DISTURBED AREA": B "SURETY":		
This Reclamation Contract (hereinafte into between <u>Ceorgia Pacific Corporation</u> the Utah State Board of Oil, Gas and Mining	er referred to as "Contract") is entered on the "Operator" and g ("Board").	
WHEREAS, Operator desires to condu Intention (NOI) File NoM/015/050 State Division of Oil, Gas and Mining "Divis Reclamation Act, Sections 40-8-1 et seq., U amended) (hereinafter referred to as "Act")	which has been approved by the Utah ion" under the Utah Mined Land Jtah Code Annotated, (1953, as	

WHEREAS, Operator is obligated to reclaim that area described as the Disturbed Area as set forth and in accordance with Operator's approved Reclamation Plan, and Operator is obligated to provide surety in form and amount approved by the Board, to assure reclamation of the Disturbed Area.

with the Act and Implementing rules, the Notice of Intention, as amended and the Reclamation Plan, as amended. If the Division makes such certification, Operator may make request to the (Board) that the aggregate face amount of the Surety Contract provided pursuant to paragraph 2 be reduced to an amount necessary to provide for completion of the remaining reclamation. The (Board) shall hear Operator's request for such reduction in accordance with the Board's Procedural Rules concerning requests for Agency Action.

- 7. Operator agrees to indemnify and hold harmless the State, Board and the Division from any claim, demand, liability, cost, charge, suit, or obligation of whatsoever nature arising from the failure of Operator or Operator's agents and employees, or contractors to comply with this Contract.
- 8. Operator may, at any time, submit a request to the Board to substitute surety. The Board, in its sole judgment and discretion, may approve such substitution if the substitute surety meets the requirements of the Act and the implementing rules.
- 9. This Contract shall be governed and construed in accordance with the laws of the State of Utah.
- 10. If Operator shall default in the performance of its obligations hereunder, Operator agrees to pay all costs and expenses, including reasonable attorney's fees and costs incurred by the Division and/or the Board in the enforcement of this Contract.
- 11. Any breach that the Division finds to be material of the provisions of this Contract by Operator may, at the discretion of the Division, result in an order to cease mining operations. After opportunity for notice and hearing, the Board of Oil, Gas and Mining may enter an order to revoke the Notice of Intention, order reclamation, or order forfeiture of the Surety Contract, or take such other action as is authorized by law.
- 12. In the event of forfeiture of the Surety Contract, Operator shall be liable for any additional costs in excess of the surety amount which are required to comply with this Contract. Any excess monies resulting from forfeiture of the Surety Contract, upon completion of reclamation and compliance with this Contract, shall be returned to the rightful claimant.
- 13. This Contract including the Notice of Intention, as amended and the Reclamation Plan, as amended, represents the entire agreement of the

ATTACHMENT "A"

Georgia-Pacific Corporation	San Rafael - Eagle Canyon Quarry		
Operator	Mine Name		
M/015/050	Emery	County, Utah	
Permit Number		·	

The legal description of lands to be disturbed is:

Approximately 34.5 acres located within:

SE/4, SE/4 Section 24, Township 22 South, Range 8 East NE/4, SE/4, Section 24, Township 22 South, Range 8 East NE/4, NE/4, Section 25, Township 22 South, Range 8 East SW/4, SW/4, Section 19, Township 22 South, Range 9 East NW/4, SW/4, Section 19, Township 22 South, Range 9 East NW/4, NW/4, Section 30, Township 22 South, Range 9 East

SIGNATORY AUTHORIZATION

Pursuant to the requirements of the United States Environmental Protection Agency (USEPA) or the appropriate States, or local regulatory agencies, the Plant Managers of the following Georgia-Pacific plants are hereby authorized to sign all permit applications and compliance reports, and other environmental documents required or requested by the regulatory agencies.

To be signed by a "responsible official" or "duly authorized representative". As responsible official or duly authorized representative, the Plant Manager is expected to consult with the assigned corporate field environmental engineer in exercising this authorization.

David R. Fleiner

Vice President - G-P Gypsum Corp.

27 September 1996

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Dear Customer:

In April of 1996 the property casualty business of The Travelers Indemnity Company and The Aetna Casualty and Surety Company and their property casualty affiliates came together under the Travelers umbrella. Effective July 1, 1997, we are changing the name of various property casualty affiliates. This change, which affects your bond, is being made to strengthen the identification of these companies as members of Travelers Property Casualty.

Below the cut line is a rider to amend your bond. Please attach the rider to your bond and send a copy of this rider to the obligee(s) on the bond. This name change has no affect on the premium for your bond and does not change the coverage provided under your bond.

We are in the process of updating our systems to reflect the changes in company names. In the meantime, you may notice that the former company name will display on some bills and other documents. Until this process is completed, the chart below can be used to determine the new company name should any document display a name on the "Former Name" list.

If you have any questions, please contact your agent or insurance representative.

Sincerely,

THIS ENDORSEMENT/RIDER CHANGES THE POLICY OR BOND. PLEASE READ IT CAREFULLY.

INSURER/SURETY AMENDMENT ENDORSEMENT/RIDER

The name of your insurer or Surety is changed from the former name to the new name listed below:

Former Name

New Name

The Aetna Casualty and Surety Company Aetna Casualty & Surety Company of America Aetna Casualty & Surety Company of Illinois Travelers Casualty and Surety Company*
Travelers Casualty and Surety Company of America*
Travelers Casualty and Surety Company of Illinois**

COMPANY ADDRESS:

*One Tower Square
Hartford, Connecticut 06183

**2500 Cabot Drive Lisle, Illinois 60532

This name change endorsement/rider does not alter the coverage provided by this policy or bond and has no affect on the premium for this policy or bond. This name change is effective on the renewal date of your bond.

ATTACHMENT B

MR FORM 6
Joint Agency Bonding Form

(April 8, 1993)

Bond Number 1
Permit Number M/015/050
Mine NameSan Rafael - Eagle Cyn

STATE OF UTAH

DEPARTMENT OF NATURAL RESOURCES

Division of Oil, Gas and Mining

355 West North Temple

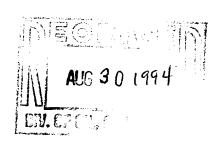
3 Triad Center, Suite 350

Salt Lake City, Utah 84180-1203

(801) 538-5340

THE MINED LAND RECLAMATION ACT

SURETY BOND



The undersigned <u>Georgia-Pacific Corporation</u>	_as Principal,
and The Aetna Casualty and Surety Company as Surety, hereby jointly	and severally
bind ourselves, our heirs, administrators, executors, successors and assigns unto the Utah, Division of Oil, Gas and Mining, and Bureau of Land Management	ne State of
in the penal sum ofFifty-Thousand and 00/100 dollars (\$ 50,000.00-).
Principal has estimated in the Mining and Reclamation Plan approved by Division of Oil, Gas and Mining on the <u>24th</u> day of <u>September</u> , 1994, the	y the at <u>34</u>

A description of the disturbed land is attached as "Attachment A" to the Reclamation Contract of which this document is an integral part.

acres of land will be disturbed by this mining operation in the State of Utah.

The condition of this obligation is that if the Division determines that Principal has satisfactorily reclaimed the disturbed lands in accordance with the approved Mining and Reclamation Plan and has faithfully performed all requirements of the Mined Land Reclamation Act, and complied with the Rules and Regulations adopted in accordance therewith, then this obligation shall be void; otherwise it shall remain in full force and effect.

If the Mining and Reclamation Plan provides for periodic partial reclamation of the disturbed lands, and if the lands are reclaimed in accordance with such Plan, Act and regulations, then Principal may apply for a reduction in the amount of this Surety Bond.

IN WITNESS WHEREOF, TRAVELERS CASUALTY AND SURETY COMPANY OF AMERICA has caused this instrument to be signed by its Vice President, and its corporate seal to be hereto affixed this 1st day of July, 1997.

STATE OF CONNECTICUT

3SS. Hartford

COUNTY OF HARTFORD



TRAVELERS CASUALTY AND SURETY COMPANY OF AMERICA

George W. Thompson Vice President

On this 1st day of July, 1997, before me personally came GEORGE W. THOMPSON to me known, who, being by me duly swom, did depose and say: that he/she is Vice President of TRAVELERS CASUALTY AND SURETY COMPANY OF AMERICA, the corporation described in and which executed the above instrument; that he/she knows the seal of said corporation; that the seal affixed to the said instrument is such corporate seal; and that he/she executed the said instrument on behalf of the corporation by authority of his/her office under the Standing Resolutions thereof.



marie c tetreaut

My commission expires June 30, 2001 Notary Public Marie C. Tetreault

CERTIFICATE

I, the undersigned, Assistant Secretary of TRAVELERS CASUALTY AND SURETY COMPANY OF AMERICA, a stock corporation of the State of Connecticut, DO HEREBY CERTIFY that the foregoing and attached Power of Attorney and Certificate of Authority remains in full force and has not been revoked; and furthermore, that the Standing Resolutions of the Board of Directors, as set forth in the Certificate of Authority, are now in force.

Signed and Sealed at the Home Office of the Company, in the City of Hartford, State of Connecticut. Dated this law of Lugust, 1997.

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Rose Gonsoulin
Assistant Secretary



State of Utah
DEPARTMENT OF NATURAL RESOURCES
DIVISION OF OIL, GAS AND MINING

Michael O. Leavitt Governor Ted Stewart Executive Director James W. Carter Division Director 1594 West North Temple, Suite 1210 Box 145801 Salt Lake City, Utah 84114-5801 801-538-5340 801-359-3940 (Fax) 801-538-7223 (TDD)

September 2, 1997

Russell Harms Georgia Pacific Corporation P.O. Box 30006 North Las Vegas, Nevada 89036

Re:

Final Approval, Amended Large Mining Operation Notice of Intention, Georgia Pacific Corporation (GP), San Rafael/Eagle Canyon Quarry, M/015/050, Emery County, Utah

Dear Mr. Harms:

On August 27, 1997, the Board of Oil, Gas and Mining formally approved the form and amount of reclamation surety for GP's San Rafael/Eagle Canyon Quarry as amended. The current reclamation surety is a surety bond increased by rider to the amount of \$73,000. The surety bond (#) issued by Aetna Casualty and Surety jointly lists the Division and Bureau of Land Management.

The Division has reviewed the information recently submitted by GP in support of the June 9, 1997, amendment to the large mining operations notice of intention. The additional information included an August 25, 1997 letter and an August 26, 1997 map. This latest information has satisfied the Division's concerns listed in our August 7, 1997 review letter. The Division hereby grants final approval of the amended San Rafael/Eagle Canyon Quarry mining and reclamation plan. The current projected total disturbance for this large mining operation is now 34.5 acres. You may begin work on the new mining areas as described in the amended mine plan at your earliest convenience, provided you have also received appropriate approvals from the BLM and other pertinent agencies.

Enclosed are copies of the fully signed Reclamation Contract, original surety bond and surety bond rider for your files. Copies of these documents will be sent to the BLM Price office with a copy of this letter. Also enclosed is the original copy of the Reclamation Contract of 9/30/94 for your disposal. The old Reclamation Contract is superseded by the current contract.

Thank you for your cooperation in completing this permitting action. Please call me if you have any questions in this regard.

Sincerely,

Anthony A. Gallegos

Senior Reclamation Specialist

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Enclosure: copy of 8/28/97 Reclamation Contract, surety rider, surety bond,

original 9/30/94 Reclamation Contract

Dean Nyffeler, Price BLM w/first three enclosures

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